

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 394 - SB 914

March 9, 2009

SUMMARY OF BILL: Exempts the home- and community-based services provided by the Greater Nashville Council of Governments and the Upper Cumberland Development District from the fully integrated risk-based long-term care system.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Exceeds \$25,900

Increase Federal Expenditures – Exceeds \$74,100

Assumptions:

- The Bureau of TennCare is currently in the process of establishing the operational protocols, staffing resources and information technology systems to create the risk based system.
- Carving out specific providers from the integrated framework will require TennCare to establish, fund and maintain a separate program, quality control, and reimbursement structure for these providers.
- Since the system is currently being established, it is difficult to determine an exact amount for maintaining a system for the services provided by the Greater Nashville Council of Governments and the Upper Cumberland Development District but the amount is reasonably estimated to exceed \$100,000.
- Of that amount, at least \$25,862 will be state funds at a rate of 25.862 percent and \$74,138 will be federal funds at a rate of 74.138 percent.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized initial "J".

James W. White, Executive Director

/kml